

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02089A

B✓

Bradshaw Mountain View Water

PO Box 10593

Sedona, AZ 86339

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005
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RECEIVED

MAR 24 2006

Z Corporation Commissio
Director of Utilities

FOR COMMISSION USE

ANN04	05
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entered
3-28-06
RF

COMPANY INFORMATION

Company Name (Business Name) Kyllo Development Corp dba Bradshaw Mountain View Water

Mailing Address PO Box 10593
(Street)

Sedona
(City)

Arizona
(State)

86339
(Zip)

928-204-0604
Telephone No. (Include Area Code)

Fax No. (Include Area Code)

928-301-3723
Pager/Cell No. (Include Area Code)

Email Address timkyllo@msn.com

Local Office Mailing Address _____
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Tim Kyllo
(Name)

Pres _____
(Title)

POBox 10593 Sedona
(Street) (City)

AZ 86339
(State) (Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

On Site Manager: _____
(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Tim Kylo _____
(Name)

PO Box 10593 _____ Sedona _____ AZ _____ 86339 _____
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: _____
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|---|-----------------------------------|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	10,271	10,271	
302	Franchises			
303	Land and Land Rights	5,500		5,500
304	Structures and Improvements	14,205	9,345	4,860
307	Wells and Springs	77,796	25,700	52,096
311	Pumping Equipment	47,423	31,543	15,880
320	Water Treatment Equipment	1,735	1,193	542
330	Distribution Reservoirs and Standpipes	39,905	21,257	18,648
331	Transmission and Distribution Mains	166,386	163,579	2,808
333	Services	121,776	48,545	73,231
334	Meters and Meter Installations	47,660	30,432	17,228
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,600	953	647
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	534,257	342,819	191,439

This amount goes on the Balance Sheet Acct. No. 108

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	10,271		
302	Franchises			
303	Land and Land Rights	5,500		
304	Structures and Improvements	14,205	5%	710
307	Wells and Springs	77,796	5%	3,890
311	Pumping Equipment	47,423	5%	2,371
320	Water Treatment Equipment	1,735	5%	87
330	Distribution Reservoirs and Standpipes	39,905	5%	1,995
331	Transmission and Distribution Mains	166,386	5%	2,807
333	Services	121,776	5%	6,089
334	Meters and Meter Installations	47,660	5%	2,383
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,600	5%	80
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	534,257		25,924

This amount goes on the Comparative Statement of Income and Expense _____
 Acct. No. 403.

BALANCE SHEET

Acct .No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3,359	\$ (2,692)
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 3,359	\$ (2,692)
	FIXED ASSETS		
101	Utility Plant in Service	\$ 509,341	\$ 534,257
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	349,858	342,819
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 158,973	\$ 191,438
	TOTAL ASSETS	\$ 162,332	\$ 188,746

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	8,750	13,544
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 8,750	\$13,544
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 143,757	\$138,459
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	17,150	20,790
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 17,150	\$ 20,790
	TOTAL LIABILITIES	\$ 169,657	\$ 172,793
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$ 5,000
211	Paid in Capital in Excess of Par Value		40,000
215	Retained Earnings	(80,021)	(55,461)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$ (10,461)
	TOTAL LIABILITIES AND CAPITAL	\$ 80,533	\$162,332

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$173,169	\$ 182,140
460	Unmetered Water Revenue		
474	Other Water Revenues		1,830
	TOTAL REVENUES	\$ 173,169	\$ 183,970
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	21,337	18,785
618	Chemicals	2,700	1,200
620	Repairs and Maintenance	26,500	52,500
621	Office Supplies and Expense	2,500	
630	Outside Services	83,848	74,905
635	Water Testing	2,125	3,700
641	Rents	12,000	12,000
650	Transportation Expenses		
657	Insurance – General Liability	8,800	1,200
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,200	6,180
403	Depreciation Expense	16,421	25,924
408	Taxes Other Than Income		
408.11	Property Taxes	9,645	9,866
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 187,076	\$ 195,930
	OPERATING INCOME/(LOSS)	\$ (13,907)	\$ (11,960)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	9,750	(10,960)
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$ (10,960)
	NET INCOME/(LOSS)	\$ (23,657)	\$(22,866)

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1/1/86			
Source of Loan	Sp valley dev			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$223,000	\$	\$	\$
Amount Outstanding	\$ 138,459	\$	\$	\$
Date of Maturity	2016			
Interest Rate	7% %	%	%	%
Current Year Interest	\$ 10,906	\$	\$	\$
Current Year Principle	\$ 7,941	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 20,790

Meter Deposits Refunded During the Test Year \$ 1,018

COMPANY NAME Bradshaw Mountainview Water co

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-610558	10	200				
55-610557	5	60				
55-610556	7.5	300				

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	1	6	
15	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
125000	1		
65000	1		
5,000	2		

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3	pvc	3500
4	Pvc	11,500
5		
6	pvc	42,768
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X ¾	369
3/4	161
1	
1 1/2	2
2	6
Comp. 3	1
Turbo 3	1
Comp. 4	1
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT Liquid injection chlorinator

STRUCTURES: Small Well houses and fenced lots

OTHER:

COMPANY NAME: Bradshaw Mountain View Water

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	530	2386	2576
FEBRUARY	536	2379	2593
MARCH	534	1862	2048
APRIL	541	3723	3946
MAY	541	4062	4346
JUNE	535	4988	5486
JULY	534	5026	5478
AUGUST	542	3605	3967
SEPTEMBER	558	5292	5874
OCTOBER	565	4431	4962
NOVEMBER	562	3247	3569
DECEMBER	569	3555	3894
TOTAL			48,739

Is the Water Utility located in an ADWR Active Management Area (AMA)?

☐ Yes ☒ No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

☐ Yes ☒ No

If yes, provide the GPCPD amount:_____

What is the level of arsenic for each well on your system. _____.4_____mg/l

(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Bradshaw Mountainview water YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: \$ 9,866

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

MAR 29 2006

Z Corporation Commissic
Director of Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yavapai County</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Timothy L. Kylo</u>
COMPANY NAME	<u>Bradshaw Mountainview Water</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Timothy L. Kylo
SIGNATURE OF OWNER OR OFFICIAL
928-203-0890
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

28th

DAY OF

March

COUNTY NAME

Yavapai

MONTH

March 2006



VALENTINA PETROSKY
NOTARY PUBLIC -- ARIZONA
YAVAPAI COUNTY COUNTY
My Commission Expires
AUGUST 20, 2008

MY COMMISSION EXPIRES

8/20/08

Valentina Petrosky
SIGNATURE OF NOTARY PUBLIC

12/29/2005

Ross Jacobs, Yavapai County Assessor

**9,866.88

Nine Thousand Eight Hundred Sixty-Six and 88/100*****

Ross Jacobs, Yavapai County Assessor
1015 Fair Street
Prescott, AZ 86305-1807

Property taxes 2005 903243907

Ross Jacobs, Yavapai County Assessor
2005 Taxes

12/29/2005

9,866.88

National Bank Che Property taxes 2005 903243907

9,866.88

Ross Jacobs, Yavapai County Assessor
2005 Taxes

12/29/2005

9,866.88

National Bank Che Property taxes 2005 903243907

9,866.88

1/18/2006

Arizona Dept of Revenue

**939.00

Nine Hundred Thirty-Nine and 00/100*****

Arizona Dept of Revenue
Sales Tax Division
P.O. Box 29010
Phoenix, AZ 85038-9010

13007055-D

Arizona Dept of Revenue

December 2005

1/18/2006

939.00

National Bank Che 13007055-D

939.00

Arizona Dept of Revenue

December 2005

1/18/2006

939.00

National Bank Che 13007055-D

939.00

12/19/2005

Arizona Dept of Revenue

**1,014.99

One Thousand Fourteen and 99/100*****

Arizona Dept of Revenue
Sales Tax Division
P.O. Box 29010
Phoenix, AZ 85038-9010

13007055-D

Arizona Dept of Revenue

November 2005

12/19/2005

1,014.99

National Bank Che 13007055-D

1,014.99

Arizona Dept of Revenue

November 2005

12/19/2005

1,014.99

National Bank Che 13007055-D

1,014.99

11/16/2005

Arizona Dept of Revenue

**1,146.05

One Thousand One Hundred Forty-Six and 05/100*****

Arizona Dept of Revenue
Sales Tax Division
P.O. Box 29010
Phoenix, AZ 85038-9010

13007055-D

Arizona Dept of Revenue

October 2005

11/16/2005

1,146.05

National Bank Che 13007055-D

1,146.05

Arizona Dept of Revenue

October 2005

11/16/2005

1,146.05

National Bank Che 13007055-D

1,146.05

10/18/2005

Arizona Dept. of Revenue

**920.46

Nine Hundred Twenty and 46/100*****

Arizona Dept. of Revenue
P.O.Box 29010
Phoenix, AZ 85038-9010

Tax 13007055-D

Arizona Dept. of Revenue

September 2005

10/18/2005

920.46

National Bank Che Tax 13007055-D

920.46

Arizona Dept. of Revenue

September 2005

10/18/2005

920.46

National Bank Che Tax 13007055-D

920.46

9/19/2005

Arizona Dept. of Revenue

**1,396.15

One Thousand Three Hundred Ninety-Six and 15/100*****

Arizona Dept. of Revenue
P.O.Box 29010
Phoenix, AZ 85038-9010

Tax 13007055-D

Arizona Dept. of Revenue

July 2005

9/19/2005

1,396.15

National Bank Che Tax 13007055-D

1,396.15

Arizona Dept. of Revenue

July 2005

9/19/2005

1,396.15

National Bank Che Tax 13007055-D

1,396.15

7/6/2005

Arizona Dept. of Revenue

**1,251.31

One Thousand Two Hundred Fifty-One and 31/100*****

Arizona Dept. of Revenue
P.O.Box 29010
Phoenix, AZ 85038-9010

Tax 13007055-D

Arizona Dept. of Revenue

June 2005 sales

7/6/2005

1,251.31

National Bank Che Tax 13007055-D

1,251.31

Arizona Dept. of Revenue

June 2005 sales

7/6/2005

1,251.31

National Bank Che Tax 13007055-D

1,251.31

6/20/2005

Arizona Dept. of Revenue

**829.53

Eight Hundred Twenty-Nine and 53/100*****

Arizona Dept. of Revenue
P.O.Box 29010
Phoenix, AZ 85038-9010

Tax 13007055-D

Arizona Dept. of Revenue

May 2005 Sales

6/20/2005

829.53

National Bank Che Tax 13007055-D

829.53

Arizona Dept. of Revenue

May 2005 Sales

6/20/2005

829.53

National Bank Che Tax 13007055-D

829.53

5/19/2005

Arizona Dept. of Revenue

**1,029.82

One Thousand Twenty-Nine and 82/100*****

Arizona Dept. of Revenue
P.O.Box 29010
Phoenix, AZ 85038-9010

Tax 13007055-D

Arizona Dept. of Revenue

April 2005 sales

5/19/2005

1,029.82

National Bank Che Tax 13007055-D

1,029.82

Arizona Dept. of Revenue

April 2005 sales

5/19/2005

1,029.82

National Bank Che Tax 13007055-D

1,029.82

4/19/2005

Arizona Dept of Revenue

**632.63

Six Hundred Thirty-Two and 63/100*****

Arizona Dept of Revenue
Sales Tax Division
P.O. Box 29010
Phoenix, AZ 85038-9010

13007055-D

Arizona Dept of Revenue

March sales

4/19/2005

632.63

National Bank Che 13007055-D

632.63

Arizona Dept of Revenue

March sales

4/19/2005

632.63

National Bank Che 13007055-D

632.63

3/17/2005

Arizona Dept of Revenue

**772.75

Seven Hundred Seventy-Two and 75/100*****

Arizona Dept of Revenue
Sales Tax Division
P.O. Box 29010
Phoenix, AZ 85038-9010

13007055-D

Arizona Dept of Revenue

February 2005 sales

3/17/2005

772.75

M & I Bank # 13007055-D

772.75

Arizona Dept of Revenue

February 2005 sales

3/17/2005

772.75

M & I Bank # 13007055-D

772.75

2/16/2005

Arizona Dept of Revenue

**741.45

Seven Hundred Forty-One and 45/100*****

Arizona Dept of Revenue
Sales Tax Division
P.O. Box 29010
Phoenix, AZ 85038-9010

13007055-D

Arizona Dept of Revenue

January 2005 sales

2/16/2005

741.45

M & I Bank

13007055-D

741.45

Arizona Dept of Revenue

January 2005 sales

2/16/2005

741.45

M & I Bank

13007055-D

741.45

COMPANY NAME _____ Bradshaw Mountain View Water _____ **YEAR ENDING 12/31/2005**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____ s corp _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3/20/05 _____
DATE

Timothy L Kylo
PRINTED NAME

Pres
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)
NAME (OWNER OR OFFICIAL) TITLE
COMPANY NAME

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

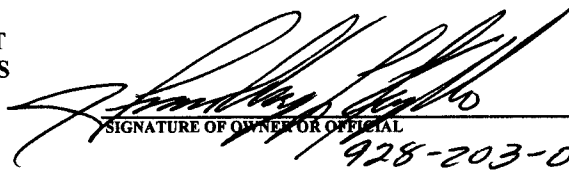
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 195,533.18

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 11,392.47
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST
INCLUDE SALES TAXES BILLED OR
COLLECTED. IF FOR ANY OTHER REASON,
THE REVENUE REPORTED ABOVE DOES NOT
AGREE WITH TOTAL OPERATING REVENUES
ELSEWHERE REPORTED, ATTACH THOSE
STATEMENTS THAT RECONCILE THE
DIFFERENCE. (EXPLAIN IN DETAIL)**



SIGNATURE OF OWNER OR OFFICIAL
928-203-0850

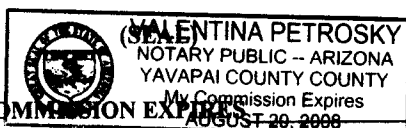
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 20 **DAY OF**

COUNTY NAME	Yavapai	
MONTH	March	2006





SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES AUGUST 20, 2008

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

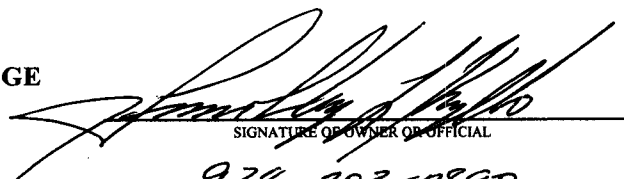
IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
IN \$ 176,399.10

**(THE AMOUNT IN BOX AT LEFT
INCLUDES**

\$10,254.47

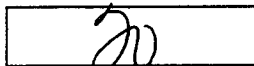
***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL
928-203-0890
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

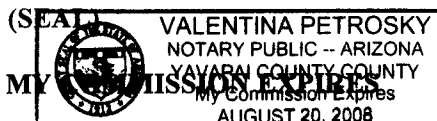
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

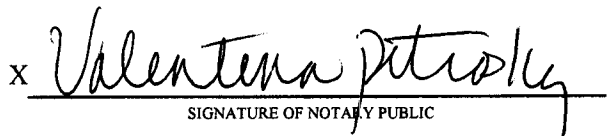
THIS



DAY OF

NOTARY PUBLIC NAME Valentina Petrosky	
COUNTY NAME Yavapai	
MONTH March	2006



X 
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**